

Index Linking and Pensions

Pension increases were based on the Retail Price Index (RPI) until 2010, when it changed to the Consumer Price Index (CPI). These increases in September are payable from the following April

We are unable to calculate what this figure will mean to your pension at age 55 in cash terms but they will be applied to your net pension (after commutation) on a compound basis.

There is no lump sum payment.

There will be a pro-rata adjustment to the amount of increase applicable in the year you retired and you will then be in line with the index for the April before you attained the age of 55 and eligible for the increase due at the next April.

Your first increase for the year you retired will be paid pro-rata and not the full yearly increase, unless you retired in April.

Your pension provider should provide you with the figures you require in good time before they are applied to your pension. If there are any difficulties, which you cannot resolve at that time, please get in touch with us at the NARPO HQ office.